Matrix Representation

$$\begin{bmatrix} Y_1 \\ Y_2 \\ Y_3 \\ \vdots \\ Y_n \end{bmatrix} = \begin{bmatrix} 1 & X_1 \\ 1 & X_2 \\ 1 & X_3 \\ \vdots & \vdots \\ 1 & X_n \end{bmatrix} \times \begin{bmatrix} \beta_0 \\ \beta_1 \end{bmatrix} + \begin{bmatrix} \epsilon_1 \\ \epsilon_2 \\ \epsilon_3 \\ \vdots \\ \epsilon_n \end{bmatrix}$$

$$\mathbf{Y} = \mathbf{X}\beta + \epsilon$$

$$\mathbf{X} = \begin{bmatrix} 1 & X_1 \\ 1 & X_2 \\ 1 & X_3 \\ \vdots & \vdots \\ 1 & X_n \end{bmatrix} \qquad \beta = \begin{bmatrix} \beta_0 \\ \beta_1 \end{bmatrix} \qquad \epsilon = \begin{bmatrix} \epsilon_1 \\ \epsilon_2 \\ \epsilon_3 \\ \vdots \\ \epsilon_n \end{bmatrix} \qquad \mathbf{Y} = \begin{bmatrix} Y_1 \\ Y_2 \\ Y_3 \\ \vdots \\ Y_n \end{bmatrix}$$
Vector of Parameters

Design Matrix

$$\beta = \begin{bmatrix} \beta_0 \\ \beta_1 \end{bmatrix}$$

Parameters

$$\epsilon = \begin{bmatrix} \epsilon_1 \\ \epsilon_2 \\ \epsilon_3 \\ \vdots \\ \epsilon_n \end{bmatrix}$$

$$\mathbf{Y} = \begin{bmatrix} Y_2 \\ Y_3 \\ \vdots \\ Y_n \end{bmatrix}$$

Vector of Vector of

Responses Error Terms • •